

**SD COLLEGE HOSHIARPUR**

**DEPARTMENT OF ECONOMICS**

**LECTURE PLAN**

**BA III PAPER A**

**DEVELOPMENT ECONOMICS**

**Course Objective:**

The primary course objective is to introduce the students to the basic features, determinants, and theories and strategies of development of underdeveloped economies. It also introduces students to the theory of how control and direction of economic activity by a central public authority can be used as an alternative to market by the underdeveloped economies.

**UNIT-1**

**Detail of Unit Plan**

<b>Topic</b>	<b>Teaching Points</b>	<b>Specific Objectives</b>	<b>Methods, Approaches and Techniques</b>	<b>Resources &amp; Reference Books:</b>
I) Economic Growth and Development- Concept and Measurement. Main Features of an Underdeveloped Economy.  Determinants of Economic Development. Capital Formation: It's Source, Nurkse's Thesis of Disguised	Discussion on various concepts relating to economic growth, features of underdeveloped economies and theories of economic growth and	This unit will enable the students to understand the concept of economic development and with various theories of development suggesting how labor surplus poor economies can achieve economic	Class room teaching with examples.  Group Discussions.	<ul style="list-style-type: none"><li>• Meier, G.M. (1995) :Leading Issues in Economic Development, Oxford University Press, New York.</li><li>• Thirlwal, A P (2011): Economics of Development, Palgrave Macmillan Publishers,UK.</li><li>• Todaro, Michael. P : Economic Development in the Third World, Orient Longman,(1989) London .Palgrave MacMillan, UK.</li><li>• Jain,T.R, Development Economics,VK Publishers</li><li>• Taneja,M.L.,&amp;Myer R.M., Economics of Development &amp;</li></ul>

Unemployment. Lewis Theory of Unlimited Supply of Labour.	development	development.		Planning, Educational publishers
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Evaluation:-

**Long Answer type questions:-**

- Explain the term Economic Development. How does it differ from economic growth?
- Discuss the methods of measuring economic development.
- What is an underdevelopment economy? Discuss the main features of an underdeveloped economy.
- Discuss in detail the major features of a underdeveloped economy
- Define the term Economic Development. What are the factors which determine economic development?
- What are the main differences between developed and underdeveloped economies?
- Explain the role of capital formation in economic development.
- What do you mean by capital formation? What are the causes of low capital formation? Suggest steps to raise it.
- Discuss the process of capital formation in an economy. What part do saving play in this process?
- Examine Nurkse's theory that disguised unemployment is an important source of capital formation in underdeveloped countries.
- What is meant by disguised unemployment? How does it differ from industrial unemployment? What are A.K.Sen's views on disguised unemployment?
- How will you show that disguised unemployment can be used as saving potential? What are the limitations of this process.
- Discuss the Lewis Model of unlimited supply of labour.
- How can limited supply of labour be utilized for economic development?

**Short Answer type question:-**

- What is economic growth? Explain
- Write a short note on difference between economic development and economic growth.
- What do you mean by Human Development Index?

- What do you mean by PQLI?
- Mention demographic features of underdeveloped economies?
- Define Vicious Circle of poverty
- Write a note on economic inequalities.
- Mention economic factors of development.
- Mention non- economic factors of development.
- Give five importances of capital formation.
- Mention causes of low capital formation in underdeveloped countries.
- Give five measures to promote capital formation in underdeveloped countries.
- Conceptualize disguised unemployment.
- What are the main leakages from concealed saving potentials?
- Suggest measures to remove disguised unemployment.
- Give major features of Lewis Model

## UNIT-2

### Detail of Unit Plan

Topic	Teaching Points	Specific Objectives	Methods, Approaches and Techniques	Resources & Reference Books:
Classical Model of Growth; Harrod Domar Model of Economic Growth; One Sector Neo-classical Model of Growth. Solow Model of	Evaluating models of growth. main points of differences between the models. Meaning of dualism and types	The students will be enable to know about the models of economic growth and how these models explain the process of economic	Class room teaching with examples.  Group Discussions.  Power point	<ul style="list-style-type: none"> <li>• Meier, G.M. (1995) :Leading Issues in Economic Development, Oxford University Press, New York.</li> <li>• Thirlwal, A P (2011): Economics of Development, Palgrave Macmillan Publishers,UK.</li> <li>• Todaro, Michael. P : Economic Development in the Third World, Orient Longman,(1989) London .Palgrave MacMillan, UK.</li> </ul>

<p>Growth.</p> <p><i>Dualism</i> : Social and Technological.</p>	<p>of dualism.</p>	<p>growth. The students will also learn about the concept of dualism.</p>	<p>presentation.</p>	<ul style="list-style-type: none"> <li>• Jain, T.R, Development Economics, VK Publishers</li> <li>• Taneja, M.L., &amp; Myer R.M., Economics of Development &amp; Planning, Educational publishers</li> </ul>
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Evaluation:-

**Long Answer type questions:-**

- Examine Classical Theory of Economic Development. What is its main criticism?
- Critically examine the classical theory of economic growth.
- Critically examine Harrod – Domar Models of Growth. Discuss their application to problems of underdeveloped economies.
- Explain Harrod’s model of economic Growth.
- Explain Domar’s model of economic Growth.
- Distinguish between Harrod and Domar models of growth.
- Explain the Neo-classical theory of economic growth. On what grounds it has been criticized?
- Describe Solow’s Model of Growth.
- Describe Meade’s Model of Growth.
- What is the difference between Social and Technical dualism? Critically evaluate the theory of technical dualism’.
- Critically evaluate the concept of social Dualism.
- Explain the theory of Dualistic Economy

**Short Answer type question:-**

- Explain the progressive state of growth.
- What is meant by Stationary State?
- Explain the place of law of diminishing returns to agriculture in the classical model of development.
- Give Domar’s equilibrium rate of growth
- Write a short note on warranted rate of growth.
- What do you mean by Harrod neutrality
- Mention two assumptions of Domar’s model of growth.
- Give main assumption of Neo-Classical theory of growth.
- Describe the process of capital formation in Neo-Classical theory.
- What is the relevance of Neo-Classical theory to underdeveloped countries?
- What are the main assumptions of Solow model?

**UNIT-3**

**Detail of Unit Plan**

Topic	Teaching Points	Specific Objectives	Methods, Approaches and Techniques	Resources & Reference Books:
Theory of Big Push. Leibenstein’s Critical Minimum Effect Thesis.  Strategies of Economic Development: Balanced Vs. Unbalanced Growth  Rostow’s Theory of Stages of	Explanation of theories of growth of underdeveloped economies. Discussion on two strategies of growth i.e. Balance Vs. Unbalanced growth strategies.	The students will learn about the views of different economists regarding taking underdeveloped economies out of the stages of underdevelopment. They will also learn about the balanced and unbalanced strategies of	Class room teaching with examples.  Group Discussions.  Power point	<ul style="list-style-type: none"> <li>• Meier, G.M. (1995) :Leading Issues in Economic Development, Oxford University Press, New York.</li> <li>• Thirlwal, A P (2011): Economics of Development, Palgrave Macmillan Publishers,UK.</li> <li>• Todaro, Michael. P : Economic Development in the Third World, Orient Longman,(1989) London .Palgrave MacMillan, UK.</li> <li>• Jain,T.R, Development Economics,VK Publishers</li> <li>• Taneja,M.L.,&amp;Myer R.M., Economics of</li> </ul>

Growth.		growth	presentation.	Development & Planning, Educational publishers
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Evaluation:-

**Long Answer type questions:-**

- What according to your views is the contribution of the 'Big Push' to reduce economic backwardness in a country which suffers from population explosion?
- Critically examine the Rosenstein Rodan's thesis of big push.
- Explain the features of Rostow's stages of growth. on what grounds Rostow's stages of growth have been criticized
- How is the stage of economic growth 'Take-off' defined? What criticism can it be subjected to?
- Critically examine the concept of " Critical Minimum Effort"
- Discuss Leibenstein's Critical Minimum Effort Thesis about economic development.
- What is theory of Balanced growth? What are its short-comings as a strategy of the development of an underdeveloped country?
- "To get rid of the vicious circle of poverty in underdeveloped countries, simultaneous investment should be made in various sectors if the economy." Do you agree with this view?
- Critically examine the Hirschman's theory of unbalanced Growth.
- Distinguish between balanced growth and unbalanced growth. Which of the two is suitable for underdeveloped country?

**Short Answer type question:-**

- Briefly outline the Rosenstein Rodan's Thesis of Big push.
- Conceptualize indivisibilities.
- Define the stages of Traditional Society.
- What are the stages of Rostow's theory?
- What is meant by stage of Mass Consumption?
- What is meant by Critical Minimum Effort?
- Write short note on Stimulants and Shocks.

- Give three criticism of critical Minimum Effort
- Write a note on complementarity of demand
- Write a short note on features of balanced growth
- Explain the concept of unbalanced growth.
- Write a note on linkage effect.
- What is meant by forward and backward linkages?
- Theory of unbalanced growth is more realistic than balanced growth theory.Explain.

#### UNIT-4

##### Detail of Unit Plan

Topic	Teaching Points	Specific Objectives	Methods, Approaches and Techniques	Resources & Reference Books:
<p>Theory of Planning in Developing Countries: Need, Objectives, Strategies and Problems of Planning. Price Mechanism and Planning. Investment Criteria. Choice of Technique.</p> <p>Emerging Strategies:</p>	<p>Features of planning,process of planning,types of planning,price mechanism and economic planning,forms of price mechanism,meaning and types of investment criteria,meaning and choice of</p>	<p>The student will learn about the features of planning system, price mechanism, planning investment criteria. The students will also learn about the concepts of export promotion and import substitution</p>	<p>Class room teaching with examples.</p> <p>Group Discussions.</p> <p>Power point presentation.</p>	<ul style="list-style-type: none"> <li>• Meier, G.M. (1995) :Leading Issues in Economic Development, Oxford University Press, New York.</li> <li>• Thirlwal, A P (2011): Economics of Development, Palgrave Macmillan Publishers,UK.</li> <li>• Todaro, Michael. P : Economic Development in the Third World, Orient Longman,(1989) London .Palgrave MacMillan, UK.</li> <li>• Jain,T.R, Development Economics,VK Publishers</li> <li>• Taneja,M.L.,&amp;Myer R.M., Economics of Development &amp; Planning,Educational publishers</li> </ul>

Export Promotion and Import Substitution Strategy.	techniques,meaning of export promotion and arguments in favour of export promotion and strategy of import substitution.			
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Evaluation:-

**Long Answer type questions:-**

- Discuss the achievements and shortcomings of the economic planning in India.Give suggestions for further improvement.
- What is the role of price mechanism in planned economy.?
- Explain the concept of investment criterion.
- What is meant by choice of technique? Explain importance of choice of technique
- What is meant by export promotion? Give merits and demerits
- What is meant by import substitution? Give merits and demerits

**Short Answer type question:-**

- Give main objectives of planning in india
- Define democratic planning
- What is meant by price mechanism
- Mention the different types of investment criterion
- Give features of labour intensive technique.
- Give features of capital intensive technique.
- Discuss the suggestion for export promotion
- Discuss the suggestion for import substitution.



